

# ORIGINAL



0000076742

**RECEIVED**

2007 AUG 30 A 8:34

**AZ CORP COMMISSION  
DOCKET CONTROL**

57

FENNEMORE CRAIG, P.C.  
Jay L. Shapiro (No. 014650)  
Todd C. Wiley (No. 015358)  
Patrick J. Black (No. 017141)  
3003 North Central Avenue, Suite 2600  
Phoenix, Arizona 85012  
Telephone (602)916-5000  
Attorneys for Pine Water Company

**BEFORE THE ARIZONA CORPORATION COMMISSION**

RAYMOND R. PUGEL AND JULIE B.  
PUGEL AS TRUSTEES OF THE RAYMOND  
R. PUGEL AND JULIE B. PUGEL FAMILY  
TRUST, and ROBERT RANDALL AND  
SALLY RANDALL

Complainant,

v.

PINE WATER COMPANY,

Respondent.

ASSET TRUST MANAGEMENT, CORP.,

Complainant,

v.

PINE WATER COMPANY,

Respondent.

JAMES HILL and SIOUX HILL, husband and  
wife as trustees of THE HILL FAMILY TRUST,

Complainant,

v.

PINE WATER COMPANY,

Respondent.

BRENT WEEKES,

Complainant,

v.

PINE WATER COMPANY,

Respondent.

DOCKET NO: W-03512A-06-0407

Arizona Corporation Commission

**DOCKETED**

AUG 30 2007

DOCKETED BY

ne

DOCKET NO: W-03512A-06-0613

DOCKET NO: W-03512A-07-0100

DOCKET NO: W-03512A-07-0019

(Consolidated)

**NOTICE OF FILING**

1 Pine Water Company ("PWCo" or "Company") hereby submits this Notice of  
2 Filing in the above-referenced matter. PWCo worked with Staff and the other parties to  
3 generate a Fact Sheet explaining the Company's water hauling surcharge. Attached  
4 hereto as Exhibit 1 is the "Water Hauling Surcharge Fact Sheet" that resulted from those  
5 efforts and which has been mailed to PWCo customers.

6 DATED this 29th day of August, 2007.

7 FENNEMORE CRAIG, P.C.

8  
9  
10 By \_\_\_\_\_

Jay L. Shapiro

Todd Wiley

Patrick J. Black

3003 North Central Avenue, Suite 2600

Phoenix, Arizona 85012

Attorneys for Pine Water Company

15 ORIGINAL and nineteen (19) copies of the  
16 foregoing filed this 29th day of August, 2007:

17 Docket Control  
18 Arizona Corporation Commission  
19 1200 W. Washington St.  
Phoenix, AZ 85007

20 **Copy of the foregoing hand delivered**  
21 **this 29th day of August, 2007 to:**

22 Dwight D. Nodes  
23 Assistant Chief Administrative Law Judge  
24 Arizona Corporation Commission  
25 1200 W. Washington Street  
26 Phoenix, AZ 85007

1 Kevin Torrey  
2 Legal Division  
3 Arizona Corporation Commission  
4 1200 West Washington  
Phoenix, Arizona 85007

5 Ernest Johnson, Director  
6 Utilities Division  
7 Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

8 **COPIES mailed**  
9 this 29th day of August, 2007 to:

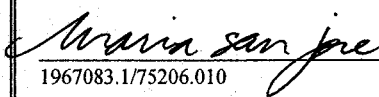
10 John G. Gliege  
11 Stephanie J. Gliege  
12 Gliege Law Offices, PLLC  
13 P.O. Box 1388  
Flagstaff, AZ 86002-1388

14 David W. Davis  
15 Turley, Swan & Childers, P.C.  
16 3101 N. Central Avenue, Suite 1300  
Phoenix, AZ 85012

17 Robert M. Cassaro  
18 P.O. Box 1522  
19 Pine, AZ 85544

20 Barbara Hall  
21 P.O. Box 2198  
22 Pine, AZ 85544

23 William F. Haney  
24 3018 E. Mallory Street  
Mesa, AZ 85213

25   
26 1967083.1/75206.010

# **Exhibit 1**



P.O. Box 82218  
Bakersfield, CA 93380  
Customer Service Center 800-270-6084  
Fax 800-748-6981

### Water Hauling Surcharge Fact Sheet

- Pine Water's tariff is based upon a series of Stages, which are based upon the storage levels within the company's system. When storage levels reach Stages 4 and 5, water hauling is required to supplement available water.
- The tariff requires hauling to prevent an outage when production or storage levels are in decline. Pine Water must continue to haul water until Stage 3 is reached for 48 consecutive hours, indicating that production is catching up with demand.
- Any water hauled is financed through Pine's Water Augmentation Surcharge, which consists of two components:
  - Cost of the supplemental water
  - Cost to transport the water
- To illustrate: if it costs \$16.00 for every 1,000 gallons of water hauled in a given month, the customer will be charged an additional \$16.00 for every 1,000 gallons of water used. Therefore, if the customer used 5,000 gallons, a hauling surcharge of \$80.00 would be added to the customer's bill.
- The monthly cost of the supplemental water and the cost to transport is divided by the total number of gallons used within the entire system for the month. Each customer is charged according to how many gallons used during the corresponding billing cycle which is why during some months the surcharge is lower than other months.
- Every customer pays the same rate per 1,000 gallons for hauling. That rate is applied to only the gallons used by each customer, which is why each customer's total hauling surcharge per month is different.
- A hauling surcharge will appear on the bill the month after hauling takes place and will be based on usage during the month water is hauled. In other words, when a surcharge appears on your new billing statement, the charge refers to the gallons used during the previous month.
- All hauling surcharge costs are submitted to ACC Staff before they are assessed to customers.